

LOAN FUND – Current Terms

ALASKA CLEAN WATER FUND - 18 AAC 76.080. Repayment; finance charges

(1) for a **contract term of five to 20 years**, accrual of finance charges begins one year after the date of the first payment to the borrower; the department will assess a finance charge at a rate of **one and one-half (1.5) percent** of the total amount of financial assistance disbursed, or 20 percent of the current bond rate as defined by the Municipal Bond Index, whichever is higher;

(2) for a **contract term of less than five years**, accrual of finance charges begins one year after the date of the first payment to the borrower; the department will assess a finance charge of **one (1.0) percent** of the total amount of financial assistance disbursed, or 12 $\frac{1}{2}$ percent of the current bond rate as defined by the Municipal Bond Index, whichever is higher;

(3) for financial assistance that is repaid **within one year** after the first payment to the borrower, the department will assess a finance charge equal to **one-half of one (0.5) percent** of the total amount of financial assistance disbursed.

ALASKA DRINKING WATER FUND - 18 AAC 76.255. Repayment; finance charges

(1) for a **contract term of five to 20 years**, accrual of finance charges begins one year after the date of the first payment to the borrower; the department will assess a finance charge at a rate of **two and one-half (2.5) percent** of the total amount of financial assistance disbursed, or 30 percent of the current bond rate as defined by the Municipal Bond Index, whichever is higher;

(2) for a contract term of **less than five years**, accrual of finance charges begins one year after the date of the first payment to the borrower; the department will assess a **finance charge of one (1) percent** of the total amount of financial assistance disbursed, or 12 $\frac{1}{2}$ percent of the current bond rate as defined by the Municipal Bond Index, whichever is higher;

(3) for financial assistance that is repaid **within one year** after the first payment to the borrower, the department will assess a finance charge equal to **one-half of one (0.5) percent** of the total amount of financial assistance disbursed.